

FISCAL NOTE

SB 2472 - HB 2976

February 21, 1998

SUMMARY OF BILL: Imposes certain comprehensive planning and cooperative requirements on units of local government (including utility districts) in order to promote efficiency, economy, effectiveness and responsiveness; requires that such plans be in place by July 1, 2002; prohibits any local government or utility district from receiving state-administered financial assistance, grant, loan, or permit if such entity does not have a strategy which complies with Department of Economic and Community Development regulations and guidelines.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Exceeds \$100,000

Increase Local Govt. Expenditures* - Exceeds \$100,000

Assumes an increase in state expenditures in the Department of Economic and Community Development to develop and monitor such regulations and guidelines and to verify compliance to all state financing systems.

Also assumes an increase in local government expenditures to develop comprehensive plans and service delivery strategies, to the extent that they contract or employ personnel to facilitate these activities.

*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

SB 2472 - HB 2976